

The Director of Central Intelligence
Washington, D.C. 20505

DC 7
Record

National Intelligence Council

NIC #04292-86
15 September 1986

MEMORANDUM FOR: Executive Secretary, DCI

FROM : H. F. Hutchinson, Jr.
National Intelligence Officer for
Foreign Denial and Intelligence Activities

SUBJECT : Damage Assessment of Espionage

REFERENCE : ER 86-1404X and NSC Memo, Same Subject,
Dated March 19, 1986

1. The NSC memorandum was discussed by the DCI with Admiral Poindexter and Ken deGraffenreid soon after it was received. My recollection of the DCI's comments is that he believed that assessments of all the listed cases was unnecessary. Admiral Poindexter indicated his agreement.

2. Since then, and based upon separate DCI tasking, I have initiated comprehensive damage assessments on the [redacted] cases under the auspices of the Denial and Deception Analysis Committee. The DDAC is chartered for this type of assessment under its DCID. I expect to review [redacted] case early next year to determine what further needs to be assessed after consideration of the existing IG, DO, and PFIAB reports and further developments.

3. The remaining cases on the March NSC list deserve further attention but not of a comprehensive nature. We also have received a recommendation from DoJ that we add to the March list the cases [redacted]

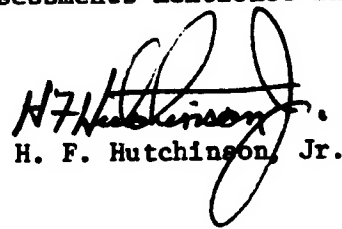
[redacted] I have discussed all these with Ken deGraffenreid and David Major and told them that we would draw upon the existing damage assessments on these cases at a later date.

4. I anticipate doing a summary report for the DCI on the major cases mentioned in para. 2 above and believe that the remaining cases will provide useful citations of lessons learned in the security and counterintelligence areas especially. [redacted] cases will deserve review then also because of the damage to our defense capabilities.

CL BY SIGNER
DECL OADR

SECRET

5. In summary, the next installments on this NSC Staff request will be upon the serial completion of the major assessments mentioned in para. 2, beginning next year.


H. F. Hutchinson, Jr.

Attachment:
Reference



25X1

NIC #04292-86

MEMORANDUM FOR: Executive Secretary, DCI

FROM : H. F. Hutchinson, Jr.
NIO/FDIA

SUBJECT : Damage Assessment of Espionage

REFERENCE : ER 86-1404X and NSC Memo, Same Subject,
Dated 19 March 1986

Distribution:

ES/DCI (w/att)

Exec. Reg.

C/CI/DO

C/CCISQMS

D/OCA —

OGC

C/DDAC (w/att)

NIO/FDIA File (w/att)

NIO/FDIA Chronos

NIO/FDIA:HFHutchinson,Jr.:sk:15Sept86:26606:

25X1